

NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT

July 25, 2014

Joint Legislative Committee on Local Government
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Assistant

Fiscal Research Division
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925
Attention: Acting Director

North Carolina Local Government Commission
325 North Salisbury Street
Raleigh, North Carolina 27603-1388
Attention: Secretary

City of Charlotte, North Carolina
Storm Water Fee Revenue Bonds, Series 2014

In accordance with N.C. Gen. Stat. §120-157.2(a) (the "*Statute*"), the City of Charlotte, North Carolina (the "*City*") hereby notifies you of its intent to issue one or more series of its Storm Water Fee Revenue Bonds (the "*2014 Bonds*") pursuant to Article 5 of Section 159 of the North Carolina General Statutes in an aggregate principal amount of approximately \$70,000,000, the proceeds of which will be used (1) to finance the costs of additions and capital improvements to, or the acquisition, renewal or replacement of capital assets of, or purchasing and installing new equipment relating to the operation and maintenance of, the storm water facilities located within the jurisdiction of the City, including costs of stream restoration, repairs to existing drains and the acquisition and installation of pollution and flood control systems (collectively, the "*Projects*") and (2) to pay the costs of issuing the Bonds. Attached to this letter as Exhibit A is additional information regarding the Projects the City expects to finance in whole or in part with proceeds of the Bonds.

The Bonds will be issued pursuant to a General Trust Indenture dated as of May 15, 2000 (the "*General Indenture*") between the City and First Union National Bank, the successor to which is U.S. Bank National Association, as trustee (the "*Trustee*"), and a series indenture relating to the Bonds between the City and the Trustee. The Bonds will be special obligations of the City secured by and payable from the net revenues of the City's storm water facilities, as described in the General Indenture. The City expects to repay the Bonds over a term not to exceed 30 years.

The City expects that the North Carolina Local Government Commission (the "*Commission*") will consider for approval the City's proposal to issue the Bonds at the Commission's meeting scheduled for September 9, 2014.

CITY OF CHARLOTTE, NORTH CAROLINA

By:



Scott L. Greer
City Treasurer

Exhibit A

1. Point Repairs Program
 - Program provides assistance to citizens who request service for drainage problems with localized storm water needs, usually a 1-10 parcels. Investigates drainage concerns in the public rights-of way and on private property. Designs and constructs repair and/or improvement projects to address the issues.
 - Continual service annually to address a backlog of work.
 - \$36.7M estimated cost for FY2015 & FY2016
2. Myrtle/Morehead Phase 1 SDIP
 - Storm water related problems in the area include road and structure flooding. Proposed work includes installing larger drainage pipes. Streets included: Baxter Street, McDowell Street, Morehead Street, and Oriole Avenue.
 - Construction phase starting FY2015
 - \$14.1M estimated remaining cost
3. Louise Avenue SDIP
 - Storm water related problems in the area include road and structure flooding and channel capacity and erosion. Street included are: Hawthorne Lane, Kennon Street and Thomas Avenue.
 - Construction phase starting FY2015
 - \$9.5M estimated remaining cost
4. Gaynor SDIP
 - Storm water related problems in the area include road and structure flooding and channel capacity and erosion. Street included are: Gaynor Road, Hardwick Road, Colwick Road, Barwick Road, and Linda Lane.
 - Construction phase starting FY2015
 - \$5.7M estimated remaining cost
5. Wiseman SDIP
 - Storm water related problems in the area include road and structure flooding and channel capacity and erosion. Street included are: Wiseman Drive, Valley Grove Road, Cross Winds Road, New Hampshire Drive, Mission Hills Drive.
 - Construction phase starting FY2015
 - \$6.2M estimated remaining cost
6. Parkwood Phase 1 SDIP
 - Storm water related problems in the area include road and structure flooding and channel capacity and erosion. Street included are: Parkwood Avenue, Brevard Street, N. Caldwell Street, N. Davidson Street, and N. Alexander Street.
 - Construction phase starting FY2015
 - \$6.9M estimated cost remaining